



3018 (02-09-04)

ANNUAL REPORT

OF

Name: RAY HUPPERT UTILITY INC. (4940)

Principal Office: 508 RACHEL STREET
ELLSWORTH, WI 54011

For the Year Ended: DECEMBER 31, 1999

WATER, ELECTRIC, OR JOINT UTILITY
TO
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854
Madison, WI 53707-7854
(608) 266-3766

This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.

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IDENTIFICATION AND OWNERSHIP

Exact Utility Name: RAY HUPPERT UTILITY INC. (4940)

Utility Address: 508 RACHEL STREET
ELLSWORTH, WI 54011

When was utility organized? 5/1/1967

Report any change in name:

Effective Date:

Utility Web Site:

Officer in charge of correspondence concerning this report:

Name: MR RAYMOND HERBERT HUPPERT

Title: PRESIDENT

Office Address: RAY HUPPERT UTILITY, INC.
508 RACHEL STREET
ELLSWORTH, WI 54011

Telephone: (715) 273 - 4155

Fax Number: (715) 273 - 3418

E-mail Address: rhuppert@pressenter.com

Individual or firm, if other than utility employee, preparing this report:

Name: WIPFLI ULLRICH BERTELSON LLP

Title:

Office Address: WIPFLI ULLRICH BERTELSON LLP
3703 OAKWOOD HILLS PARKWAY
P.O. BOX 690
EAU CLAIRE, WI 54702-0690

Telephone: (715) 832 - 3407 EXT 104

Fax Number: (715) 832 - 0475

E-mail Address: dbetthauser@wipfli.com

Are records of utility audited by individuals or firms, other than utility employee? NO

Date of most recent audit report: 2/25/1997

Period covered by most recent audit: 1997

IDENTIFICATION AND OWNERSHIP

OFFICERS AND DIRECTORS

Name/Title and Business Address		Length Of Term	Term Expires	Meetings Attended
Officer's Name/Title DARLYNE D. HUPPERT/V. PRES. / SEC.				1
Business Address (1) 508 RACHEL STREET				
Business Address (2)				
Business Address (3)				
City/State/Zip ELLSWORTH, WI 54011				
Officer's Name/Title RAYMOND H. HUPPERT/PRES./ TREAS.				2
Business Address (1) 508 RACHEL STREET				
Business Address (2)				
Business Address (3)				
City/State/Zip ELLSWORTH, WI 54011				

COMMON STOCKHOLDERS

From the stockholder list nearest the end of the year report the greatest of: 1) the ten largest shareholders of voting securities or 2) all shareholders owning 5% or more of voting securities. List names, addresses and shareholdings. If any stock is held by a nominee, give known particulars as to the beneficial owner (see Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).

Date of stockholders' list nearest end of year: 12/31/1999

	Common	Preferred	Total
Number of stockholders on above date:	1	0	1
Number of shareholders in Wisconsin:	1	0	1
Percent of outstanding stock owned by Wisconsin Stockholders:	100.00%	0.00%	

Stockholders:

Name: RAYMOND H. HUPPERT
Address: 508 RACHEL STREET
ELLSWORTH, WI 54011

Number of Shares Held: 102
Beneficial Owner: DARLYNE D. HUPPERT

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
UTILITY OPERATING INCOME			
Operating Revenues (400)	17,975	19,992	1
Operating Expenses:			
Operation and Maintenance Expense (401-402)	14,108	9,342	2
Depreciation Expense (403)	1,694	5,163	3
Amortization Expense (404)	0	0	4
Taxes Other than Income Taxes (408.1)	537	350	5
Income Taxes (409.1)	57	25	6
Investment Tax Credit, Deferred to Future Periods (412.1)	0	0	7
Investment Tax Credit, Restored to Operating Income (412.2)	0	0	8
Total Operating Expenses	16,396	14,880	
Net Operating Income	1,579	5,112	
Income from Utility Plant Leased to Others (413)	0	0	9
Gains (Losses) from Disposition of Utility Property (414)	0	0	10
Utility Operating Income	1,579	5,112	
OTHER INCOME			
Income from Merchandising, Jobbing and Contract Work (415-416)	0	0	11
Income from Nonutility Operations (417)	0	0	12
Nonoperating Rental Income (418)	0	0	13
Interest and Dividend Income (419)	23	0	14
Allowance for Funds used during Construction (420)		0	15
Miscellaneous Nonoperating Income (421)	0	0	16
Gains (Losses) from Disposition of Property (422)	0	0	17
Total Other Income	23	0	
Total Income	1,602	5,112	
OTHER INCOME DEDUCTIONS			
Miscellaneous Amortization (425)	0	0	18
Miscellaneous Income Deductions (426)	0	0	19
Total Other Income Deductions	0	0	
TAXES APPLICABLE TO OTHER INCOME AND DEDUCTIONS			
Taxes Other than Income Taxes (408.2)		0	20
Income Taxes (409.2)		0	21
Investment Tax Credit, Nonutility Operations, Net (412.4)		0	22
Total Taxes Applicable to Other Income and Deductions	0	0	
Income Before Interest Charges and Extraordinary Item:	1,602	5,112	
INTEREST CHARGES			
Interest on Long-term Debt (427)	0	0	23
Amortization of Debt Discount and Expense (428)		0	24
Amortization of premium on Debt-Cr. (429)		0	25
Interest on Debt to Associated Companies (430)	0	0	26
Other Interest Expense (431)	364	1,239	27
Total Interest Charges	364	1,239	
Income Before Extraordinary Items	1,238	3,873	

INCOME STATEMENT

Particulars (a)	This Year (b)	Last Year (c)	
EXTRAORDINARY ITEMS			
Extraordinary Income (433)		0	28
Extraordinary Deductions (434)	0	0	29
Income Taxes, Extraordinary Items (409.3)		0	30
Total Extraordinary Items	0	0	
Net Income	1,238	3,873	
RETAINED EARNINGS			
Unappropriated Retained Earnings (at beginning of period)	8,644	4,771	31
Balance transferred from Income (435)	1,238	3,873	32
Appropriations of Retained Earnings (436)	0	0	33
Dividends Declared-Preferred Stock (437)		0	34
Dividends Declared-Common Stock (438)		0	35
Adjustments to Retained Earnings (439)	1,295	0	36
Total Retained Earnings	11,177	8,644	

INCOME STATEMENT ACCOUNT DETAILS

1. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.
2. Nonregulated sewer income should be reported as Miscellaneous Nonoperating Income, Account 421.

Description of Item (a)	Amount (b)	
Income from Utility Plant Leased to Others (413):		
NONE		1
Total (Acct. 413):	0	
Gains (Losses) from Disposition of Utility Property (414):		
NONE		2
Total (Acct. 414):	0	
Income from Nonutility Operations (417):		
NONE		3
Total (Acct. 417):	0	
Nonoperating Rental Income (418):		
NONE		4
Total (Acct. 418):	0	
Interest and Dividend Income (419):		
INTEREST EARNED ON CHECKING ACCOUNT	23	5
Total (Acct. 419):	23	
Miscellaneous Nonoperating Income (421):		
NONE		6
Total (Acct. 421):	0	
Gains (Losses) from Disposition of Property (422):		
NONE		7
Total (Acct. 422):	0	
Miscellaneous Amortization (425):		
NONE		8
Total (Acct. 425):	0	
Miscellaneous Income Deductions (426):		
NONE		9
Total (Acct. 426):	0	
Extraordinary Deductions (434):		
NONE		10
Total (Acct. 434):	0	
Appropriations of Retained Earnings (436):		
Detail appropriations to (from) account 215		11
Total (Acct. 436)--Debit:	0	
Adjustments to Retained Earnings (439):		
LABOR DONATED BY OWNER	1,269	12
TO ADJUST PRIOR YEAR RETAINED EARNINGS	26	13
Total (Acct. 439):	1,295	

INCOME FROM MERCHANDISING, JOBBING & CONTRACT WORK (ACCTS. 415-416)

Particulars (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Revenues (account 415)					0	1
Costs and Expenses from Merchandising, Jobbing and Contract Work (416):						
Cost of merchandise sold					0	2
Payroll					0	3
Materials					0	4
Taxes					0	5
Other (list by major classes):						
NONE					0	6
Total costs and expenses	0	0	0	0	0	
Net income (or loss)	0	0	0	0	0	

REVENUES SUBJECT TO WISCONSIN REMAINDER ASSESSMENT

1. Report data necessary to calculate revenue subject to Wisconsin remainder assessment pursuant to Wis. Stat. § 196.85(2) and Wis. Admin. Code Ch. PSC 5.
2. If the sewer department is not regulated by the PSC, do not report sewer department data in column (d).

Description (a)	Water Utility (b)	Electric Utility (c)	Sewer Utility (Regulated Only) (d)	Gas Utility (e)	Total (f)	
Total operating revenues	17,975	0	0	0	17,975	1
Less: interdepartmental sales	0		0	0	0	2
Less: interdepartmental rents					0	3
Less: uncollectibles directly expensed as reported in water acct. 904 -or- Net write-offs when Accumulated Provision for Uncollectible Accounts (acct. 144) is maintained					0	4
Other Increases or (Decreases)						
to Operating Revenues - Specify:						
NONE					0	5
Revenues subject to Wisconsin Remainder Assessment	17,975	0	0	0	17,975	

SALARIES AND WAGES

Show total compensation paid each officer during the year, including bonuses and other allowances.
Furnish particulars as to bonuses and allowances. Show final distribution of payroll including amounts from clearing accounts.

OFFICERS' COMPENSATION

Name (a)	Official Title (b)	Total Comp (c)	
		0	1
Total Salaries and Wages		0	

BALANCE SHEET

Assets and Other Debits (a)	Balance End of Year (b)	Balance First of Year (c)	
UTILITY PLANT			
Utility Plant (100)	65,553	63,263	1
Less: Accumulated Provision for Depreciation and Amortization of Utility Plant (110)	27,877	26,233	2
Net Utility Plant	37,676	37,030	
OTHER PROPERTY AND INVESTMENTS			
Nonutility Property (121)	0	0	3
Less: Accumulated Provision for Depreciation and Amortization of Nonutility Property (122)	0	0	4
Net Nonutility Property	0	0	
Other Investments (124)	0	0	5
Special Funds (125)	0	0	6
Total Other Property and Investments	0	0	
CURRENT AND ACCRUED ASSETS			
Cash and Working Funds (131)	273	3,357	7
Temporary Cash Investments (132)		0	8
Notes Receivable (141)	0	0	9
Customer Accounts Receivable (142)	5,956	6,464	10
Other Accounts Receivable (143)	0	0	11
Accumulated Provision for Uncollectible Accounts- -Cr. (144)	0	0	12
Materials and Supplies (150)	0	0	13
Prepayments (166)	0	0	14
Other Current and Accrued Assets (170)		0	15
Total Current and Accrued Assets	6,229	9,821	
DEFERRED DEBITS			
Unamortized Debt Discount and Expense (181)	0	0	16
Extraordinary Property Losses (182)	0	0	17
Other Deferred Debits (183)	0	0	18
Total Deferred Debits	0	0	
Total Assets and Other Debits	43,905	46,851	

BALANCE SHEET

Liabilities and Other Credits (a)	Balance End of Year (b)	Balance First of Year (c)	
PROPRIETARY CAPITAL			
Common Capital Stock (201)	18,360	18,360	19
Preferred Capital Stock (204)		0	20
Other Paid-in Capital (207)		0	21
Installments Received on Capital Stock (212)		0	22
Capital Stock Expense (214)		0	23
Appropriated Retained Earnings (215)		0	24
Unappropriated Retained Earnings (216)	11,177	8,644	25
Reacquired Capital Stock (217)		0	26
Non-corporate Proprietorship (218)		0	27
Total Proprietary Capital	29,537	27,004	
LONG-TERM DEBT			
Bonds (221)	0	0	28
Advances from Associated Companies (223)	0	0	29
Other Long-term Debt (224)	0	7,110	30
Total Long-Term Debt	0	7,110	
CURRENT AND ACCRUED LIABILITIES			
Notes Payable (231)	0	0	31
Accounts Payable (232)	7,767	6,026	32
Customer Deposits (235)		0	33
Taxes Accrued (236)	257	339	34
Interest Accrued (237)	0	31	35
Other Current and Accrued Liabilities (238)		0	36
Total Current and Accrued Liabilities	8,024	6,396	
DEFERRED CREDITS			
Unamortized Premium on Debt (251)	0	0	37
Customer Advances for Construction (252)		0	38
Other Deferred Credits (253)	0	0	39
Accumulated Deferred Investment Tax Credits (255)	0	0	40
Total Deferred Credits	0	0	
OPERATING RESERVES			
Property Insurance Reserve (261)		0	41
Injuries and Damages Reserve (262)		0	42
Pensions and Benefits Reserve (263)		0	43
Miscellaneous Operating Reserves (265)		0	44
Total Operating Reserves	0	0	
CONTRIBUTIONS IN AID OF CONSTRUCTION			
Contributions in Aid of Construction (271)	6,344	6,344	45
Total Liabilities and Other Credits	43,905	46,854	

NET UTILITY PLANT

Report utility plant accounts and related accumulated provisions for depreciation and amortization after allocation of common plant accounts and related provisions for depreciation and amortization to utility departments as of December 31.

Particulars (a)	Water (b)	Sewer (c)	Gas (d)	Electric (e)	
Plant Accounts:					
Utility Plant in Service (100)	65,553	0	0	0	1
Other Tangible Property (390)					2
Utility Plant Purchased or Sold (391)					3
Utility Plant in Process of Reclassification (392)					4
Utility Plant Leased to Others (393)					5
Property Held for Future Use (394)					6
Construction Work in Progress (395)					7
Utility Plant Acquisition Adjustments (396)					8
Other Utility Plant Adjustments (397)					9
Total Utility Plant	65,553	0	0	0	
Accumulated Provision for Depreciation and Amortization:					
Accumulated Provision for Depreciation of Utility Plant in Service (110)	27,877	0	0	0	10
Total Accumulated Provision	27,877	0	0	0	
Net Utility Plant	37,676	0	0	0	

ACCUMULATED PROVISION FOR DEPRECIATION AND AMORTIZATION OF UTILITY PLANT (ACCT. 110)

Depreciation Accruals (Credits) during the year:

1. Report the amounts charged in the operating sections to Depreciation Expense (403).
2. If sewer operations are nonregulated, do not report sewer depreciation on this schedule.
3. Report the Depreciation Expense on Meters charged to sewer operations as an addition in the Water column.
If the sewer is also a regulated utility by the PSC, report an equal amount as a reduction in the Sewer column.
4. Report all other accruals charged to other accounts, such as to clearing accounts.

Particulars (a)	Water (b)	(c)	(d)	(e)	Total (f)	
Balance first of year	26,233				26,233	1
Credits During Year						2
Accruals:						3
Charged depreciation expense (403)	1,694				1,694	4
						5
						6
Accruals charged other						7
accounts (specify):						8
					0	9
Salvage					0	10
Other credits (specify):						11
					0	12
Total credits	1,694	0	0	0	1,694	13
Debits during year						14
Book cost of plant retired	50				50	15
Cost of removal					0	16
Other debits (specify):						17
					0	18
Total debits	50	0	0	0	50	19
Balance End of Year	27,877	0	0	0	27,877	20
						21
						22

NET NONUTILITY PROPERTY (ACCTS. 121 & 122)

1. Report separately each item of property with a book cost of \$5,000 or more included in account 121.
2. Other items may be grouped by classes of property.

Description (a)	Balance First of Year (b)	Additions During Year (c)	Deductions During Year (d)	Balance End of Year (e)	
NONE	0			0	1
Total Nonutility Property (121)	0	0	0	0	
Less accum. prov. depr. & amort. (122)	0			0	2
Net Nonutility Property	0	0	0	0	

ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS-CR. (ACCT. 144)

Particulars (a)	Amount (b)	
Balance first of year	0	1
Additions:		
Provision for uncollectibles during year		2
Collection of accounts previously written off: Utility Customers		3
Collection of accounts previously written off: Others		4
Total Additions	<u>0</u>	
Deductions:		
Accounts written off during the year: Utility Customers		5
Accounts written off during the year: Others		6
Total accounts written off	<u>0</u>	
Balance end of year	<u><u>0</u></u>	

MATERIALS AND SUPPLIES

Account (a)	Generation (b)	Transmission (c)	Distribution (d)	Other (e)	Total End of Year (f)	Amount Prior Year (g)
Electric Utility						
Fuel					0	0 1
Other					0	0 2
Total Electric Utility					0	0

Account	Total End of Year	Amount Prior Year
Electric utility total	0	0 1
Water utility		0 2
Sewer utility		0 3
Gas utility		0 4
Merchandise		0 5
Other materials & supplies		0 6
Total Materials and Supplies	0	0

UNAMORTIZED DEBT DISCOUNT & EXPENSE & PREMIUM ON DEBT (ACCTS. 181 AND 251)

Report net discount and expense or premium separately for each security issue.

Debt Issue to Which Related (a)	Written Off During Year		Balance End of Year (d)	
	Amount (b)	Account Charged or Credited (c)		
Unamortized debt discount & expense (181)				
None	0	0	0	1
Total			<u>0</u>	
Unamortized premium on debt (251)				
NONE	0	0	0	2
Total			<u>0</u>	

CAPITAL STOCK (ACCTS. 201 AND 204)

Particulars (a)	Common Stock (201) (b)	Preferred Stock (204) (c)	
Par or stated value per share	180.00		1
Total par value provided in articles of incorporation	36,000.00		2
Total par value issued	18,360.00		3
Dividends declared per share for year	0.00	0.00	4

BONDS (ACCT. 221)

1. Report hereunder information required for each separate issue of bonds.
2. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Description of Issue (a)	Date of Issue (b)	Final Maturity Date (c)	Interest Rate (d)	Principal Amount End of Year (e)
-------------------------------------	----------------------------------	--	----------------------------------	---

NONE

NOTES PAYABLE & MISCELLANEOUS LONG-TERM DEBT

1. Report each class of debt included in Accounts 223, 224 and 231.
2. Proceeds of general obligation issues, if subject to repayment by the utility, should be included in Account 223.
3. If there is more than one interest rate for an aggregate obligation issue, average the interest rates and report one rate.

Account and Description of Obligation (a and b)	Date of Issue (c)	Final Maturity Date (d)	Interest Rate (e)	Principal Amount End of Year (f)
--	----------------------------------	--	----------------------------------	---

NONE

TAXES ACCRUED (ACCT. 236)

Particulars (a)	Amount (b)	
Balance first of year	339	1
Accruals:		
Charged water department expense	537	2
Charged electric department expense		3
Charged sewer department expense		4
Other (explain):		
State of Wisconsin	57	5
Total Accruals and other credits	594	
Taxes paid during year:		
County, state and local taxes	580	6
Social Security taxes		7
PSC Remainder Assessment	24	8
Other (explain):		
Other payments and adjustments	72	9
Total payments and other debits	676	
Balance end of year	257	

INTEREST ACCRUED (ACCT. 237)

1. Report below interest accrued on each utility obligation.
 2. Report Customer Deposits under Account 231.

Description of Issue (a)	Interest Accrued Balance First of Year (b)	Interest Accrued During Year (c)	Interest Paid During Year (d)	Interest Accrued Balance End of Year (e)	
Bonds (221)					
NONE	0			0	1
Subtotal	0	0	0	0	
Advances from Associated Companies (223)					
NONE	0			0	2
Subtotal	0	0	0	0	
Other Long-term Debt (224)					
NONE	0			0	3
Subtotal	0	0	0	0	
Notes Payable (231)					
JAMES & EDWARD DRIER	0	395	395	0	4
RAY HUPPERT	31	(31)		0	5
Subtotal	31	364	395	0	
Total	31	364	395	0	

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCOUNT 271)

Particulars (a)	Water (b)	Electric		Sewer (e)	Gas (f)	Total (g)	
		Distribution (c)	Other (d)				
Balance First of Year	6,344	0	0	0	0	6,344	1
Add credits during year:							
For Services						0	2
For Mains						0	3
Other (specify):							
NONE						0	4
Deduct charges (specify):							
NONE						0	5
Balance End of Year	6,344	0	0	0	0	6,344	
Amount of federal and state grants in aid received for utility construction included in End of Year totals						0	6

BALANCE SHEET END-OF-YEAR ACCOUNT BALANCES

Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D) and all other lesser amounts grouped as Miscellaneous. Describe fully using other than account titles.

Particulars (a)	Balance End of Year (b)	
Other Investments (124):		
NONE		1
Total (Acct. 124):	0	
Special Funds (125):		
NONE		2
Total (Acct. 125):	0	
Notes Receivable (141):		
NONE		3
Total (Acct. 141):	0	
Customer Accounts Receivable (142):		
Water	5,956	4
Other (specify):		
NONE		5
Total (Acct. 142):	5,956	
Other Accounts Receivable (143):		
Merchandising, jobbing and contract work		6
Other (specify):		
NONE		7
Total (Acct. 143):	0	
Prepayments (166):		
NONE		8
Total (Acct. 166):	0	
Extraordinary Property Losses (182):		
NONE		9
Total (Acct. 182):	0	
Other Deferred Debits (183):		
NONE		10
Total (Acct. 183):	0	
Other Deferred Credits (253):		
NONE		11
Total (Acct. 253):	0	
Accumulated Deferred Investment Tax Credits (255):		
NONE		12
Total (Acct. 255):	0	

RETURN ON RATE BASE COMPUTATION

1. The data used in calculating rate base are averages.
2. Calculate those averages by summing the first-of-year and the end-of-year figures for each account and then dividing the sum by two.
3. Note: Do not include property held for future use or construction work in progress with utility plant in service. These are not rate base components.

Average Rate Base (a)	Water (b)	Electric (c)	Sewer (d)	Gas (e)	Total (f)	
Add Average:						
Utility Plant in Service	64,408	0	0	0	64,408	1
Materials and Supplies	0	0	0	0	0	2
Other (specify):						
NONE					0	3
Less Average:						
Reserve for Depreciation	27,055	0	0	0	27,055	4
Customer Advances for Construction					0	5
Contributions in Aid of Construction	6,344	0	0	0	6,344	6
Other (specify):						
NONE					0	7
Average Net Rate Base	31,009	0	0	0	31,009	
Net Operating Income	1,579	0	0	0	1,579	8
Net Operating Income as a percent of Average Net Rate Base	5.09%	N/A	N/A	N/A	5.09%	

RETURN ON COMMON EQUITY COMPUTATION

1. Sort data on a corporate basis, not a consolidated basis.
2. The data used in calculating average common equity is based on monthly averages, if available.
3. If monthly averages are not available, use average of beginning and end of year.

Description (a)	Common Equity (b)	Common Equity Plus ITC (c)	
Average Common Equity			
Common Stock Outstanding	18,360		1
Premium on Capital Stock			2
Capital Stock Expense			3
Retained Earnings	9,924		4
Deferred Investment Tax Credit			5
Other (Specify):			
NONE			6
Average Common Stock Equity	28,284	0	
Net Income			
Add:			
Net Income	1,238		7
Other (Specify):			
NONE			8
Less:			
Preferred Dividends			9
Other (Specify):			
NONE			10
Adjusted Net Income	1,238	0	
Percent Return on Equity	4.38%	0.00%	

IMPORTANT CHANGES DURING THE YEAR

Report changes of any of the following types:

1. Acquisitions, mergers, consolidation, or reorganization with other companies.

2. Details of new or significant changes in leasehold arrangements.

3. Estimated changes in revenues due to rate changes.

4. Obligations incurred or assumed, excluding commercial paper.

5. Changes in articles of incorporation or amendments to charter.

6. Docketed proceedings with the Public Service Commission.

7. Any additional matters.

FINANCIAL SECTION FOOTNOTES

Balance Sheet (Page F-06)

1. Prior year annual report was filed where Total Assets and Other Debits did not equal Total Liabilities and Other Credits. There was no attempt made to adjust the amounts in the column "Balance First of Year" for the \$3.00 difference.
-

Interest Accrued (Acct. 237) (Page F-17)

1. Prior year end accrued interest was adjusted to zero during 1999.
-

WATER OPERATING REVENUES & EXPENSES

Particulars (a)	Amounts (b)	
Operating Revenues		
Sales of Water		
Sales of Water (460-467)	17,714	1
Total Sales of Water	17,714	
Other Operating Revenues		
Forfeited Discounts (470)	261	2
Other Water Revenues (474)	0	3
Total Other Operating Revenues	261	
Total Operating Revenues	17,975	
Operation and Maintenance Expenses		
Plant Operation and Maintenance Expenses (600-660)	3,621	4
General Expenses (680-690)	10,487	5
Total Operation and Maintenance Expenses	14,108	
Other Operating Expenses		
Depreciation Expense (403)	1,694	6
Amortization Expense (404)		7
Taxes Other Than Income Taxes (408.1)	537	8
Income taxes (409.1)	57	9
Investment Tax Credits, Deferred (412.1)		10
Investment Tax Credits, Restored (412.2)		11
Total Other Operating Expenses	2,288	
Total Operating Expenses	16,396	
NET OPERATING INCOME	1,579	

WATER OPERATING REVENUES - SALES OF WATER

1. Where customer meters record cubic feet, multiply by 7.48 to obtain number of gallons.
2. Report estimated gallons for unmetered sales.
3. Sales to multiple dwelling buildings through a single meter serving 3 or more family units should be classified commercial.
4. Bulk sales should be account 460.

Particulars (a)	Average No. Customers (b)	Thousands of Gallons of Water Sold (c)	Amounts (d)	
Operating Revenues				
Sales of Water				
Unmetered Sales to General Customers (460)				
Residential				1
Commercial				2
Industrial				3
Total Unmetered Sales to General Customers (460)	0	0	0	
Metered Sales to General Customers (461)				
Residential	44	2,408	17,714	4
Commercial				5
Industrial				6
Total Metered Sales to General Customers (461)	44	2,408	17,714	
Private Fire Protection Service (462)				7
Public Fire Protection Service (463)				8
Other Sales to Public Authorities (464)				9
Sales to Irrigation Customers (465)				10
Sales for Resale (466)		0	0	11
Interdepartmental Sales (467)				12
Total Sales of Water	44	2,408	17,714	

SALES FOR RESALE (ACCT. 466)

Use a separate line for each delivery point.

Customer Name (a)	Point of Delivery (b)	Thousands of Gallons Sold (c)	Revenues (d)
------------------------------------	--	--	-------------------------------

NONE

OTHER OPERATING REVENUES (WATER)

1. Report revenues relating to each account and fully describe each item using other than the account title.
2. Report each item (when individually or when like items are combined) greater than \$10,000 (class AB), \$5,000 (class C) and \$2,000 (class D and privates) and all other lesser amounts grouped as Miscellaneous.
3. For a combined utility which also provides sewer service that is based upon water readings, report the return on net investment in meters charged to sewer department in Other Water Revenues (474).

Particulars (a)	Amount (b)	
Forfeited Discounts (470):		
Customer late payment charges	261	1
Other (specify):		
NONE		2
Total Forfeited Discounts (470)	261	
Other Water Revenues (474):		
NONE		3
Total Other Water Revenues (474)	0	

WATER OPERATION & MAINTENANCE EXPENSES

Each expense account that has an increase or a decrease when compared to the previous year of greater than 30 percent, but not less than \$2,000, shall be fully explained in the schedule footnotes.

Particulars (a)	Amount (b)	
PLANT OPERATION AND MAINTENANCE EXPENSES		
Salaries and Wages (600)	1,750	1
Purchased Water (610)		2
Fuel or Power Purchased for Pumping (620)	916	3
Chemicals (630)	336	4
Supplies and Expenses (640)	412	5
Repairs of Water Plant (650)	207	6
Transportation Expenses (660)		7
Total Plant Operation and Maintenance Expenses	3,621	
GENERAL EXPENSES		
Administrative and General Salaries (680)	4,253	8
Office Supplies and Expenses (681)	882	9
Outside Services Employed (682)	4,158	10
Insurance Expense (684)		11
Employee Pensions and Benefits (686)		12
Regulatory Commission Expenses (688)	312	13
Miscellaneous General Expenses (689)	464	14
Uncollectible Accounts (690)	418	15
Total General Expenses	10,487	
Total Operation and Maintenance Expenses	14,108	

TAXES (ACCTS. 408.1 AND 409.1)

When allocation of taxes is made between departments, explain method used.
--

Description of Tax (a)	Method Used to Allocate Between Departments (b)	Amount (c)	
Taxes other than income taxes (Acct 408.1)			
Property Tax		513	1
Social Security			2
Wisconsin Gross Receipts Tax			3
PSC Remainder Assessment		24	4
Other (specify): NONE			5
Total taxes other than income taxes		537	
Income Taxes (Acct 409.1)			
STATE OF WISCONSIN		57	6
Total income taxes		57	
Total tax expense		594	

WATER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000 not supported by statistical schedules.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
INTANGIBLE PLANT			
Organization (301)	0		1
Franchises and Consents (302)	0		2
Total Intangible Plant	0	0	
SOURCE OF SUPPLY PLANT			
Land and Land Rights (310)	150		3
Structures and Improvements (311)	0		4
Collecting and Impounding Reservoirs (312)	0		5
Lake, River and Other Intakes (313)	0		6
Wells and Springs (314)	8,228		7
Infiltration Galleries and Tunnels (315)	0		8
Supply Mains (316)	0		9
Total Source of Supply Plant	8,378	0	
PUMPING PLANT			
Land and Land rights (320)	0		10
Structures and Improvements (321)	4,325		11
Boiler Plant Equipment (322)	0		12
Other Power Production Equipment (323)	0		13
Steam Pumping Equipment (324)	0		14
Electric Pumping Equipment (325)	7,525		15
Diesel Pumping Equipment (326)	0		16
Hydraulic Pumping Equipment (327)	0		17
Other Pumping Equipment (328)	0		18
Total Pumping Plant	11,850	0	
WATER TREATMENT PLANT			
Land and Land Rights (330)	0		19
Structures and Improvements (331)	0		20
Water Treatment Equipment (332)	391		21
Total Water Treatment Plant	391	0	
TRANSMISSION AND DISTRIBUTION PLANT			
Land and Land Rights (340)	0		22
Structures and Improvements (341)	0		23
Distribution Reservoirs and Standpipes (342)	1,569		24
Transmission and Distribution Mains (343)	33,110		25

WATER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)	
INTANGIBLE PLANT				
Organization (301)			0	1
Franchises and Consents (302)			0	2
Total Intangible Plant	0	0	0	
SOURCE OF SUPPLY PLANT				
Land and Land Rights (310)			150	3
Structures and Improvements (311)			0	4
Collecting and Impounding Reservoirs (312)			0	5
Lake, River and Other Intakes (313)			0	6
Wells and Springs (314)			8,228	7
Infiltration Galleries and Tunnels (315)			0	8
Supply Mains (316)			0	9
Total Source of Supply Plant	0	0	8,378	
PUMPING PLANT				
Land and Land rights (320)			0	10
Structures and Improvements (321)			4,325	11
Boiler Plant Equipment (322)			0	12
Other Power Production Equipment (323)			0	13
Steam Pumping Equipment (324)			0	14
Electric Pumping Equipment (325)			7,525	15
Diesel Pumping Equipment (326)			0	16
Hydraulic Pumping Equipment (327)			0	17
Other Pumping Equipment (328)			0	18
Total Pumping Plant	0	0	11,850	
WATER TREATMENT PLANT				
Land and Land Rights (330)			0	19
Structures and Improvements (331)			0	20
Water Treatment Equipment (332)			391	21
Total Water Treatment Plant	0	0	391	
TRANSMISSION AND DISTRIBUTION PLANT				
Land and Land Rights (340)			0	22
Structures and Improvements (341)			0	23
Distribution Reservoirs and Standpipes (342)			1,569	24
Transmission and Distribution Mains (343)			33,110	25

WATER UTILITY PLANT IN SERVICE

1. All adjustments, corrections and reclassifications should be reported in Column (f), Adjustments.
2. Explain fully as a schedule footnote the nature of all entries reported in Column (f), Adjustments.
3. Explain as a schedule footnote the dollar additions and retirements reported in Columns (c) and (e) for each account over \$10,000 not supported by statistical schedules.

Accounts (a)	Balance First of Year (b)	Additions During Year (c)	
TRANSMISSION AND DISTRIBUTION PLANT			
Fire Mains (344)	0		26
Services (345)	3,005		27
Meters (346)	2,934	595	28
Hydrants (348)	1,143	1,745	29
Other Transmission and Distribution Plant (349)	0		30
Total Transmission and Distribution Plant	41,761	2,340	
GENERAL PLANT			
Land and Land Rights (370)	0		31
Structures and Improvements (371)	0		32
Office Furniture and Equipment (372)	883		33
Computer Equipment (372.1)	0		34
Transportation Equipment (379)	0		35
Total General Plant	883	0	
Total utility plant in service	63,263	2,340	

WATER UTILITY PLANT IN SERVICE (cont.)

Accounts (d)	Retirements During Year (e)	Adjustments Increase or (Decrease) (f)	Balance End of Year (g)
TRANSMISSION AND DISTRIBUTION PLANT			
Fire Mains (344)			0 26
Services (345)			3,005 27
Meters (346)	50		3,479 28
Hydrants (348)			2,888 29
Other Transmission and Distribution Plant (349)			0 30
Total Transmission and Distribution Plant	50	0	44,051
GENERAL PLANT			
Land and Land Rights (370)			0 31
Structures and Improvements (371)			0 32
Office Furniture and Equipment (372)		(883)	0 33
Computer Equipment (372.1)		883	883 34
Transportation Equipment (379)			0 35
Total General Plant	0	0	883
Total utility plant in service	50	0	65,553

SOURCE OF SUPPLY, PUMPING AND PURCHASED WATER STATISTICS

Month (a)	Sources of Water Supply			Total Gallons All Methods (000's) (e)	
	Purchased Water Gallons (000's) (b)	Surface Water Gallons (000's) (c)	Ground Water Gallons (000's) (d)		
January			167	167	1
February			160	160	2
March			158	158	3
April			201	201	4
May			192	192	5
June			214	214	6
July			227	227	7
August			229	229	8
September			204	204	9
October			246	246	10
November			218	218	11
December			199	199	12
Total for year	0	0	2,415	2,415	
Less: Measured or estimated water used in main flushing and water treatment during year				7	13
Less: Other utility use					14
Other utility use explanation:					15
Water pumped into distribution system				2,408	16
Less: Water sold				2,408	17
Losses and unaccounted for				0	18
Percent unaccounted for to the nearest whole percent (%)				0%	19
If more than 25%, indicate causes and state what action has been taken to reduce water loss:					20
Maximum gallons pumped by all methods in any one day during reporting year				10	21
Date of maximum: 9/24/1999					22
Cause of maximum:					23
Flushing Mains					
Minimum gallons pumped by all methods in any one day during reporting year				5	24
Date of minimum: 2/13/1999					25
Total KWH used for pumping for the year				7,324	26
If water is purchased:Vendor Name:					27
Point of Delivery:					28

SOURCES OF WATER SUPPLY - GROUND WATERS

Location (a)	Identification Number (b)	Depth in feet (c)	Well Diameter in inches (d)	Yield Per Day in gallons (e)	Currently In Service? (f)	
DAR- RAY HEIGHTS	1	735	8	6	Yes	1

SOURCES OF WATER SUPPLY - SURFACE WATERS

Location (a)	Identification Number (b)	Intakes			Diameter in inches (e)
		Distance From Shore in feet (c)	Depth Below Surface in feet (d)		
NONE					

1

PUMPING & POWER EQUIPMENT

1. Use a separate column for each pump.
2. Indicate purpose of pump by: P for primary (from source to reservoir, treatment or distribution system), B for booster (from reservoir or treatment to distribution system, or within distribution system), or S for standby pumping equipment.
3. Indicate destination (of water pumped) by: R for reservoir, T for treatment or D for distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification	1		1
Location	DAR-RAY HEIGHTS		2
Purpose	P		3
Destination	D		4
Pump Manufacturer	GOULDS		5
Year Installed	1994		6
Type	SUBMERSIBLE		7
Actual Capacity (gpm)	135		8
Pump Motor or Standby Engine Mfr	GOULDS		9 10
Year Installed	1994		11
Type	ELECTRIC		12
Horsepower	20		13

Particulars (a)	Unit D (b)	Unit E (c)	Unit F (d)
Identification			14
Location			15
Purpose			16
Destination			17
Pump Manufacturer			18
Year Installed			19
Type			20
Actual Capacity (gpm)			21
Pump Motor or Standby Engine Mfr			22 23
Year Installed			24
Type			25
Horsepower			26

RESERVOIRS, STANDPIPES & WATER TREATMENT

1. Identify as R (reservoir), S (standpipe) & ET (elevated tank).
2. Use a separate column for each using additional copies if necessary.
3. Enter elevation difference between highest water level in S or ET, (or R only on an elevated site) and the water main where the connection to the storage begins branching into the distribution system.

Particulars (a)	Unit A (b)	Unit B (c)	Unit C (d)
Identification number or name	1		1
RESERVOIRS, STANDPIPES OR ELEVATED TANKS			2
			3
Type: R (reservoir), S (standpipe) or ET (elevated tank)	ET		4
			5
Year constructed	1965		6
			7
Primary material (earthen, steel, concrete, other)	STEEL		8
			9
Elevation difference in feet (See Headnote 3.)	6		10
			11
Total capacity in gallons	2,500		12
WATER TREATMENT PLANT			13
Disinfection, type of equipment (gas, liquid, powder, other)			14
			15
Points of application (wellhouse, central facilities, booster station, other)			16
			17
Filters, type (gravity, pressure, other, none)			18
			19
Rated capacity of filter plant (m.g.d.) (note: 1,200,000 gal/day = 1.2 m.g.d.)			20
			21
			22
Is a corrosion control chemical used (yes, no)?			23
			24
Is water fluoridated (yes, no)?			25

WATER MAINS

1. Report mains separately by pipe material, function and diameter.
2. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement), or P (Plastic for plastic and all other non-metal excluding asbestos-cement).
3. Identify function as: T (Transmission), D (Distribution) or S (Supply).
4. Explain all reported adjustments as a schedule footnote.
5. For main additions reported in column (e), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If the assessments are deferred, explain.

Number of Feet							
Pipe Material (a)	Main Function (b)	Diameter in Inches (c)	First of Year (d)	Added During Year (e)	Retired During Year (f)	Adjustments Increase or (Decrease) (g)	End of Year (h)
M	D	1.500	600	0	0	0	600
M	D	2.000	360	0	0	0	360
M	D	4.000	1,737	0	0	0	1,737
M	D	6.000	1,380	0	0	0	1,380
Total Utility			4,077	0	0	0	4,077

WATER SERVICES

1. Explain all reported adjustments as a schedule footnote.
2. Report in column (h) the number of utility-owned services included in columns (c) through (g) which are temporarily shut off at the curb box or otherwise not in use at end of year.
3. For services added during the year in column (d), as a schedule footnote:
 - a. Explain how the additions were financed.
 - b. If assessed against property owners, explain the basis of the assessments.
 - c. If installed by a property owner or developer, explain the basis of recording the cost of the additions, the total amount and the number of services recorded under this method.
 - d. If any were financed by application of Cz-1, provide the total amount recorded and the number of services recorded under this method.
4. Report services separately by pipe material and diameter.
5. Identify pipe material as: L (Lead), M (Metal for all other metal excluding lead), A (Asbestos-cement) or P (Plastic for plastic and all other non-metal excluding asbestos-cement).

Pipe Material (a)	Diameter in Inches (b)	First of Year (c)	Added During Year (d)	Removed or Permanently Disconnected During Year (e)	Adjustments Increase or (Decrease) (f)	End of Year (g)	Utility Owned Services Not In Use at End of Year (h)	
M	0.750	41	7	0	0	48	1	1
Total Utility		41	7	0	0	48	1	

METERS

1. Include in Columns (b), (c), (d), (e) and (f) meters in stock as well as those in service.
2. Report in Column (c) all meters purchased during the year and in Column (d) all meters junked, sold or otherwise permanently retired during the year.
3. Use Column (e) to show correction to previously reported meter count because of inventory or property record corrections.
4. Totals by size in Column (f) should equal same size totals in Column (o).

Number of Utility-Owned Meters

Size of Meter (a)	First of Year (b)	Added During Year (c)	Retired During Year (d)	Adjustments Increase or (Decrease) (e)	End of Year (f)	Tested During Year (g)	
0.625	41	9	2	0	48	9	1
Total:	41	9	2	0	48	9	

Classification of All Meters at End of Year by Customers

Size of Meter (h)	Residential (i)	Commercial (j)	Industrial (k)	Public Authority (l)	Wholesale, Inter-Department or Utility Use (m)	In Stock and Deduct Meters (n)	Total (o)	
0.625	48	0	0	0	0	0	48	1
Total:	48	0	0	0	0	0	48	

HYDRANTS AND DISTRIBUTION SYSTEM VALVES

1. Distinguish between fire and flushing hydrants by lead size.
 - a. Fire hydrants normally have a lead size of 6 inches or greater.
 - b. Record as a flushing hydrant where the lead size is less than 6 inches or if pressure is inadequate to provide fire flow.
2. Explain all reported adjustments in the schedule footnotes.

Hydrant Type (a)	Number In Service First of Year (b)	Added During Year (c)	Removed During Year (d)	Adjustments Increase or (Decrease) (e)	Number In Service End of Year (f)	
Fire Hydrants						
	0				0	1
Total Fire Hydrants	0	0	0	0	0	
Flushing Hydrants						
	5	1			6	2
Total Flushing Hydrants	5	1	0	0	6	

Wis. Admin. Code § 185.87 requires that a schedule shall be adopted and followed for operating each system valve and hydrant at least once each two years. Report the number operated during the year

Number of hydrants operated during year:	6
Number of distribution system valves end of year:	3
Number of distribution valves operated during year:	0

WATER OPERATING SECTION FOOTNOTES

Water Operation & Maintenance Expenses (Page W-05)

1. A/C #682 includes engineering (\$359), preparation of 1998 annual report (\$500), preparation of consumer report (\$700), legal and accounting (\$783).
-

Water Utility Plant in Service (Page W-07)

1. The adjustment was done at the direction of PSC correspondence dated January 6, 2000.
-

Water Services (Page W-15)

1. The seven services added were already installed and owned by the utility. They were not in use at the end of 1998.
-

Hydrants and Distribution System Valves (Page W-17)

1. Per the President of the utility, valves are not operated because customers would be upset that they did not have any water during that time of operation.
-